BEFORE

THE PUBLIC SERVICE COMMISSION OF

SOUTH CAROLINA

DOCKET NO. 2011-176-C - ORDER NO. 2011-618

SEPTEMBER 7, 2011

| IN RE: | Application of Twin City Capital, LLC d/b/a |) | ORDER GRANTING |
|--------|---|---|--------------------|
| | American Select for a Certificate of Public |) | CERTIFICATE AND |
| | Convenience and Necessity to Provide |) | APPROVING MODIFIED |
| | Interexchange Telecommunications Services |) | ALTERNATIVE |
| | and for Alternative Regulation |) | REGULATION |

This matter comes before the Public Service Commission of South Carolina ("Commission") by way of the Application of Twin City Capital, LLC d/b/a American Select ("Twin City" or the "Company") requesting a Certificate of Public Convenience and Necessity authorizing it to provide resold interexchange telecommunications services within the State of South Carolina. The Company's Application was filed pursuant to S.C. Code Ann. §58-9-280 (Supp. 2010) and the rules and regulations of the Commission. By its Application, Twin City also requests alternative regulation of its business interexchange services consistent with Commission Orders, and waiver of certain Commission regulations.

The Commission's Clerk's Office instructed Twin City to publish, one time, a Notice of Filing in newspapers of general circulation in the areas of the state affected by the Application. The purpose of the Notice of Filing was to inform interested parties of the Application of Twin City and of the manner and time in which to file the appropriate pleadings for participation in the proceeding. Twin City complied with this instruction

and provided the Commission with proof of publication of the Notice of Filing. No Petitions to Intervene or Protests were filed.

Subsequently, Twin City and ORS filed a Settlement Agreement attached hereto as Order Exhibit 1. A hearing was convened on August 8, 2011, at 10:00 a.m. in the offices of the Commission in Columbia, South Carolina, before F. David Butler, Hearing Examiner. Twin City was represented by Bonnie D. Shealy, Esquire. The Office of Regulatory Staff ("ORS") was represented by C. Lessie Hammonds, Esquire.

Jon Greene, Managing Member for Twin City, testified in support of the Company's Application. The record reveals that Twin City is a limited liability company organized under the laws of the State of Minnesota, which is registered to transact business in South Carolina. According to Mr. Greene, the Company seeks authority as a reseller of interexchange services. Mr. Greene explained the Company's request for authority, and the record further reveals the Company's services, operations, and marketing, including the Company's telemarketing and third-party verification procedures. Mr. Greene also discussed Twin City's technical, financial, and managerial resources to provide the services for which it seeks authority.

With regard to technical, financial, and managerial capabilities, the Company's Application, its attachments, and Mr. Greene's testimony evidence that Twin City's management has extensive experience in telecommunications, information technology, regulatory matters, and accounting and finance. Mr. Greene also testified that Twin City will operate in accordance with Commission rules, regulations, guidelines, and Commission Orders. Mr. Greene offered that approval of Twin City's Application would

serve the public interest.

Mr. Greene, on behalf of the Company, requests a waiver of 26 S.C. Code Ann. Regs. 103-610, since the Company's books are maintained in another state. The Company also requests a waiver of any Commission policy that would require it to maintain its books under the Uniform System of Accounts ("USOA") method. The Company uses Generally Accepted Accounting Principles ("GAAP") to maintain its books. Therefore, according to the Company, it would create a hardship to maintain a separate accounting system.

After consideration of the applicable law, the Company's Application, and the evidence presented at the hearing, the Commission hereby issues its findings of fact and conclusions of law:

FINDINGS OF FACT

- 1. Twin City is organized under the laws of the State of Minnesota as a limited liability company, and is authorized to do business in South Carolina by the Secretary of State.
- 2. Twin City desires to operate as a provider of resold interexchange services in South Carolina.
- 3. We find that Twin City possesses the managerial, technical, and financial experience and capability to operate as a provider, through resale, of interexchange services in South Carolina.
- 4. We find that the issuance of a Certificate of Public Convenience and Necessity to Twin City to operate as a reseller of interexchange services in South

Carolina would be in the best interest of the citizens of South Carolina by providing more innovative services.

- 5. Twin City requests a waiver of 26 S.C. Code Ann. Regs. 103-610, and for waiver of any Commission policy that would require it to maintain its books under USOC. The Commission finds Twin City's requested waivers reasonable and understands the potential difficulty presented to Twin City should the waivers not be granted.
- 6. The Company has the managerial, technical, and financial resources to provide the services as described in its Application.

CONCLUSIONS OF LAW

- 1. The Commission concludes that Twin City possesses the managerial, technical, and financial resources to provide the telecommunications services as described in its Application.
- 2. The Commission concludes that the issuance of the authority to provide intrastate interexchange telecommunications services as requested by Twin City and as set forth in its Application and Mr. Greene's testimony is in the best interests of the citizens of the State of South Carolina.
- 3. The Commission concludes that a Certificate of Public Convenience and Necessity should be granted to Twin City to provide resold intrastate interexchange telecommunications services.
- 4. The Commission adopts a rate design for Twin City for its residential interexchange services, if any, which include maximum rate levels for each tariff charge.

A rate structure incorporating maximum rate levels with the flexibility for adjustment below the maximum rate levels has been previously adopted by the Commission. *In Re: Application of GTE Sprint Communications Corporation, etc.*, Order No. 84-622, issued in Docket No. 84-10-C (August 2, 1984).

- 5. Twin City shall not adjust its residential interexchange rates for end-users, if any, below the approved maximum level without notice to the Commission and to the public. Twin City shall file its proposed rate changes, publish its notice of such changes, and file affidavits of publication with the Commission two weeks prior to the effective date of the changes. However, the public notice requirement is waived, and therefore not required, for reductions below the maximum cap in instances which do not affect the general body of subscribers or do not constitute a general rate reduction. *In Re: Application of GTE Sprint Communications, etc.*, Order No. 93-638, issued in Docket No. 84-10-C (July 16, 1993). Any proposed increase in the maximum rate level for residential interexchange services reflected in the tariff which would be applicable to the general body of the Company's subscribers shall constitute a general ratemaking proceeding and will be treated in accordance with the notice and hearing provisions of S.C. Code Ann. §58-9-540 (Supp.2010).
- 6. The Commission concludes that Twin City's intrastate interexchange business telecommunications services shall be regulated in accordance with the principles and procedures established for alternative regulation of business service offerings set out in Order Nos. 95-1734 and 96-55 in Docket No. 95-661-C. The Commission has previously granted this "alternative regulation" to competitive intrastate interexchange

carriers operating within South Carolina, and the Commission concludes that the competitive marketplace requires the Commission to allow this flexible regulation to those carriers which request it. Specifically, the Commission-approved alternative regulation allows business service offerings, including consumer card services and operator services, to be subject to a relaxed regulatory scheme identical to that granted to AT&T Communications in Order Nos. 95-1734 and 96-55 in Docket No. 95-661-C.

However, pursuant to Order No. 2001-997 (Docket No. 2000-407-C), this Commission has modified alternative regulation by the re-imposition of rate caps with regard to certain "operator-assisted calls" where a customer uses a local exchange carrier's calling card to complete calls from locations which have not selected that local exchange carrier as the toll provider. Order No. 2001-997, dated November 8, 2001, imposed a maximum cap of \$1.75 for operator surcharges for such calls, and a maximum cap of \$0.35 related to the flat per-minute rate associated with these calls. Under this relaxed regulatory scheme, tariff filings for business services shall be presumed valid upon filing. The Commission will have seven (7) days in which to institute an investigation of any tariff filing. If the Commission institutes an investigation of a particular tariff filing within the seven days, the tariff filing will then be suspended until further Order of the Commission.

7. We conclude that Twin City's request for waiver of 26 S.C. Code Ann. Regs. 103-610 and use of the USOC should be granted. The waivers are not contrary to the public interest.

8. The Settlement Agreement between the Company and ORS should be approved.

IT IS THEREFORE ORDERED, ADJUDGED, AND DECREED THAT:

- 1. A Certificate of Public Convenience and Necessity should be granted to Twin City to provide intrastate interexchange services through the resale of services authorized for resale by tariffs of carriers approved by the Commission within the State of South Carolina.
- 2. The Company's rate designs for its products shall conform to those designs described in Conclusions of Law above.
- The Company shall file, if it has not already done so by the date of 3. issuance of this Order, its revised long distance tariffs. The revised tariffs should be electronically filed in a text searchable PDF format using the Commission's DMS System An additional copy should be sent via email to (http://dms.psc.sc.gov). System in the Commission's ETariff included etariff@psc.sc.gov to be (http://etariff.psc.sc.gov). Future revisions to the tariffs should be made using the ETariff System. The revised tariffs shall be consistent with the findings of this Order and the Settlement Agreement, and shall be consistent with the Commission's Rules and Regulations, and shall be filed as stated within 30 days of receipt of this Order.
- 4. The Company's service is subject to access charges pursuant to Commission Order No. 86-584, in which the Commission determined that for access purposes resellers and facilities-based interexchange carriers should be treated similarly.

- 5. With regard to the Company's resale of service, an end-user should be able to access another interexchange carrier or operator service provider if the end-user so desires.
- 6. Twin City shall resell the services of only those interexchange carriers or LECs authorized to do business in South Carolina by this Commission. If Twin City changes underlying carriers, it shall notify the Commission in writing.
- 7. With regard to the origination and termination of toll calls within the same LATA, Twin City shall comply with the terms of Order No. 93-462, Order Approving Stipulation and Agreement, in Docket Nos. 92-182-C, 92-183-C, and 92-200-C (June 3, 1993), with the exception of the 10-XXX intraLATA dialing requirement, which has been rendered obsolete by the toll dialing parity rules established by the FCC pursuant to the Telecommunications Act of 1996 (See, 47 CFR 51.209). Specifically, Twin City shall comply with the imputation standard as adopted by Order No. 93-462 and more fully described in paragraph 4 of the Stipulation and Appendix B approved by Order No. 93-462.
- 8. In addition to the financial filings required <u>supra</u>, Twin City shall file annual financial information in the form of annual reports and gross receipts reports as required by the Commission. The annual report and the gross receipt report will necessitate the filing of intrastate information. Therefore, Twin City shall keep financial records on an intrastate basis for South Carolina to comply with the annual report and gross receipts filings. The proper form for filing annual financial information can be found at the Commission's website at the ORS's website atwww.regulatorystaff.sc.gov.

The title of this form is "Telecommunications Company Annual Report." This form shall be utilized by the Company to file annual financial information with the Commission and ORS and shall be filed no later than **April 1**st.

Commission gross receipts forms are due to be filed with the Commission and ORS no later than August 31st of each year. The proper form for filing gross receipts information can be found at the ORS website at www.regulatorystaff.sc.gov, and the appropriate form is entitled "Gross Receipts Form."

Each telecommunications company certified in South Carolina is required to file annually with the ORS the South Carolina Universal Service Fund ("USF") Contribution Worksheet, which may be found on the ORS's website at www.regulatorystaff.sc.gov. This worksheet provides ORS information required to determine each telecommunications company's liability to the State USF fund. The South Carolina Universal Service Fund Contribution Worksheet is due to be filed annually no later than July 1st with the Commission and ORS.

9. The Company shall, in compliance with Commission regulations, designate and maintain an authorized utility representative who is prepared to discuss, on a regulatory level, customer relations (complaint) matters, engineering operations, tests, and repairs. In addition, the Company shall provide to the Commission and ORS in writing the name of the authorized representative to be contacted in connection with general management duties as well as emergencies which occur during non-office hours. Twin City shall file the names, addresses, and telephone numbers of these representatives with the Commission within thirty (30) days of receipt of this Order. The "Authorized

Utility Representative Information" form can be found at the ORS website at www.regulatorystaff.sc.gov; this form shall be utilized for the provision of this information to the Commission and ORS. Further, the Company shall promptly notify the Commission and ORS in writing if the representatives are replaced.

- 10. The Company is directed to comply with all Rules and Regulations of the Commission, unless a regulation is specifically waived by the Commission.
- 11. At the hearing, Twin City requested a waiver of 26 S.C. Code Ann. Regs. 103-610 and use of the USOC. The Commission finds Twin City's requested waivers reasonable and understands the potential difficulty presented to Twin City should the waivers not be granted. The Commission therefore grants the requested waivers. However, Twin City shall make available its books and records at all reasonable times upon request by the Office of Regulatory Staff, and Twin City shall promptly notify the Commission and ORS if the location of its books and records changes.
- 12. The Settlement Agreement between Twin City and ORS is hereby approved.

13. This Order shall remain in full force and effect until further Order of the Commission.

BY ORDER OF THE COMMISSION:

John E. Howard, Chairman

ATTEST:

David A. Wright, Vice Chairman

(SEAL)

Page 1 of 12

BEFORE

THE PUBLIC SERVICE COMMISSION OF

SOUTH CAROLINA

DOCKET NO. 2011-176-C

| In Re: | |
|--|----------------------|
| Application of Twin City Capital, LLC) | |
| d/b/a American Select for a Certificate of) | |
| Public Convenience and Necessity to) | |
| Provide Interexchange) | SETTLEMENT AGREEMENT |
| Telecommunications Services in South) | |
| Carolina and for Alternative Regulatory) | |
| Treatment) | |

This Settlement Agreement ("Settlement Agreement") is made by and among the Office of Regulatory Staff ("ORS") and Twin City Capital, LLC d/b/a American Select ("TCC" or "the Company") (collectively referred to as the "Parties" or sometimes individually as "Party");

WHEREAS, on April 27, 2011, TCC filed its Application requesting: (i) a Certificate of Public Convenience and Necessity be granted authorizing the Company to provide resold interexchange services; (ii) that interexchange service offerings be regulated in accordance with procedures established for alternative regulation in Order Nos. 95-1734 and 96-55 in Docket No. 95-661-C. and as modified by Public Service Commission of South Carolina ("Commission") Order No. 2001-997 in Docket No. 200-407-C; (iii) waiver of certain regulations of the Commission, specifically Regulation 103-610 regarding location of records; (iv) a waiver of any requirement to maintain financial records in conformance with the Uniform System of Accounts ("USOA"); and (v) for protective treatment of financial statements;

WHEREAS, on May 3, 2011, counsel for ORS entered a Notice of Appearance in this matter;

WHEREAS on May 4, 2011, the Commission issued a Notice of Filing and Hearing and

established a return date of June 6, 2011, for the filing of letters of protest or petitions to

intervene and established a hearing date of July 25, 2011 for the Application to be heard before a

hearing examiner;

WHEREAS, on May 6, 2011, the Commission issued its Order No. 2011-347 by which

the Commission appointed B. Randall Dong, Esquire as the Hearing Examiner in this matter;

WHEREAS, on June 13, 2011, the Company filed the testimony of Jon Greene with the

Commission;

WHEREAS, the purpose of this proceeding is to review the Application filed by the

Company and its requests: (i) for a Certificate of Public Convenience and Necessity to provide

resold interexchange services within the State of South Carolina; (ii) that relaxed regulation of

interexchange telecommunications services described in Orders No. 95-1734 and 96-55 as

modified by Order No. 2001-997 be applied to these service offerings; (iii) for waiver of certain

of the Commission Regulations, specifically Regulation 103-610 regarding location of records,

and (iv) for waiver of any requirement to maintain financial records in conformance with the

USOA;

WHEREAS, since the filing of the notice, ORS has conducted a review of the technical

and managerial expertise of the Company to provide the services requested in the Application;

WHEREAS, ORS has reviewed the financial statements of TCC, filed as Exhibit D to the

Application;

WHEREAS, ORS calculated certain performance ratios based upon information provided

by the Company;

2

WHEREAS, ORS has investigated the services to be offered by the Company and its intended customer service plans;

WHEREAS, ORS has reviewed the proposed tariffs submitted by the Company;

WHEREAS, ORS has reviewed the pre-filed testimony of Jon Greene;

WHEREAS, as a result of its investigations, ORS has determined: (a) the Company intends to operate as a reseller of inter- and intraexchange intrastate telecommunications services to the public on a statewide basis; to offer a full range of "1+" interexchange telecommunications services on a resale basis; and to provide MTS, out-WATS, in-WATS and Calling Card services; (b) the Company's officers appear to possess sufficient technical and managerial abilities to adequately provide the services applied for in this Application; (c) based upon the information provided an the analysis performed, the Company appears to have access to sufficient financial resources necessary to provide the services proposed in its Application; (d) the Company's proposed tariffs with the amendments as agreed to in this Settlement Agreement and set forth in Attachment 1 comply with Commission statutes and regulations; (e) the services provided by the Company will meet the service standards required by the Commission; (f) the provision of services by the Company will not adversely impact the availability of affordable telecommunications services; and (g) to the extent it is required to do so by the Commission, the Company will participate in the support of universally available telephone service at affordable rates;

WHEREAS, to ensure compliance with the Commission's statutes and regulations, the Parties have agreed to the following comprehensive settlement of all issues in this docket;

WHEREFORE, in the spirit of compromise, the Parties hereby stipulate and agree to the following terms and conditions:

- 1) The Parties agree that TCC's Application and exhibits to the Application are incorporated into this Settlement Agreement and made a part hereof;
- 2) The Parties agree to stipulate into the record before the Commission this Settlement Agreement. The Parties also agree to stipulate to the pre-filed testimony of the Company's witness Jon Greene without cross-examination by ORS;
- 3) The Company submitted financial data, which was provided as Exhibit D and to its Application, and which financial data is incorporated by reference;
- 4) The Parties agree that the Company should be granted a Certificate of Public Convenience and Necessity to provide resold long distance services within the state of South Carolina;
- 5) The Company has requested a waiver of 26 S.C. Code Ann. Regs. 103-610 concerning the location of books and records. However, S.C. Code Ann. §58-9-380 (Supp. 2010) provides that:

Each telephone utility shall have an office in one of the counties of this State in which its property or some part thereof is located and shall keep in such office all such books, accounts, papers and records as shall reasonably be required by the Office of Regulatory Staff. No books, accounts, papers or records required by the ORS to be kept within the State shall be removed at any time from the State except upon such conditions as may be prescribed by the Office of Regulatory Staff.

ORS is agreeable to allowing the Company to maintain its books and records outside of the State of South Carolina in exchange for the Company agreeing to provide access to its books and records. ORS is agreeable to the Company maintaining its books and records at its principal offices in Minnesota, and the Company agrees to notify the ORS of any change in the location of the principal office or in the location where the books and records are maintained. This provision of the Settlement Agreement shall not be construed as a waiver by ORS of S.C. Code Ann. § 58-

4-55 (Supp. 2010) or § 58-9-1070 (Supp. 2010). ORS expressly reserves its rights to require the

production of books, records and other information located within or outside of the State of

South Carolina in order to carry out its duties and compliance with any state or federal

regulation;

6) The Company has requested a waiver of any rule or regulation that might require a

carrier to maintain its financial records in conformance with the Uniform System of Accounts

("USOA"). The Company acknowledges that S.C. Code Ann. § 58-9-340 (Supp. 2010) provides

that the ORS may, in its discretion and subject to the approval of the Commission, prescribe

systems of accounts to be kept by telephone utilities subject to the commission's jurisdiction and

that the ORS may prescribe the manner in which the accounts shall be kept and may require

every telephone utility to keep its books, papers, and records accurately and faithfully according

to the system of accounts as prescribed by the ORS. The Company agrees to keep its books,

papers, and records in such a manner that permits ORS to audit its revenues and expenses

associated with its South Carolina operations for compliance with programs such as but not

limited to the Universal Service Fund ("USF"), the Interim LEC Fund, dual party relay service

fund, and gross receipts. The Company agrees to complete the reporting forms for such programs

as but not limited to USF, dual party relay service fund, Interim LEC, and gross receipts as may

be required by the ORS of telecommunications companies certificated to operate within South

Carolina and as the reporting forms may be amended from time to time;

7) ORS does not oppose TCC's requests: (a) for alternative regulation of its

interexchange service offerings consistent with the procedures described and set forth in Orders

95-1734 and 96-55 in Docket No. 95-661-C as modified by Order No. 2001-997 in Docket No.

2000-407-C, specifically (i) removal of the maximum rate tariff requirements for the Company's

5

business services, private line, and customer network-type offerings, except in instances

governed by Order No. 2001-997 which reinstituted maximum rates for surcharges and rates

associated with certain intrastate operator-assisted calls; (ii) presumptively valid tariff filings for

these interexchange services unless an investigation of a particular filing is instituted within

seven (7) days, in which case the tariff filing will be suspended until resolution of the

investigation or until further order of the Commission; and (iii) grant TCC the same treatment as

all other carriers operating under alternative regulation in connection with any future relaxation

of reporting requirements;

8) The Company agrees to file necessary financial information with the Commission

and ORS for universal service fund reporting, dual party relay service fund reporting, interim

LEC fund reporting, annual reporting, gross receipts reporting, and/or any other reporting which

may now or in the future be applicable to telecommunications providers such as TCC. The

Parties agree that such reports shall be filed pursuant to ORS's instructions and monies shall be

remitted in accordance with the directions of the ORS and the Commission requirements.

9) The Company agrees to maintain its books and records associated with its South

Carolina operations in a manner that would permit ORS to examine any of TCC's reports filed

with the Commission and provided to ORS.

10) The Company agrees to file with the Commission and ORS a completed

authorized utility representative forms within thirty (30) days of the Commission's order.

11) In the event that the Company offers prepaid calling card or prepaid long distance

services in the future, TCC agrees that it shall first obtain Commission approval and post a

surety bond in the amount of \$5,000 as required by the Commission;

6

September 7, 2011

- 12) The Company agrees to comply with South Carolina Code Ann. § 58-9-300 entitled "Abandonment of Service."
- 13) The Company agrees to comply with all orders, directives, guidelines, rules and regulations of the Commission unless the Commission has expressly waived such requirement, rule or regulation;
- 14) The Company agrees to file a final revised tariff with both the ORS and the Commission within thirty days of the Commission Order granting certification, and the revised tariff shall reflect and be in accordance with ORS's recommendations as set forth in Attachment 1 to this Settlement Agreement. Further, the Company agrees to file and maintain its tariff with the Commission electronic tariff filing system.
- ORS is charged by law with the duty to represent the public interest of South Carolina pursuant to S.C. Code § 58-4-10 (B). S.C. Code § 58-4-10(B)(1) through (3) read in part as follows:
 - ... 'public interest' means a balancing of the following:
 - (1) concerns of the using and consuming public with respect to public utility services, regardless of the class of customer;
 - (2) economic development and job attraction and retention in South Carolina; and
 - (3) preservation of the financial integrity of the State's public utilities and continued investment in and maintenance of utility facilities so as to provide reliable and high quality utility services.

ORS believes the Settlement Agreement reached among the Parties serves the public interest as defined above;

16) The Parties agree to advocate that the Commission accept and approve this Settlement Agreement in its entirety as a fair, reasonable and full resolution of all issues in the above-captioned proceeding and that the Commission take no action inconsistent with its

adoption. The Parties further agree to cooperate in good faith with one another in recommending to the Commission that this Settlement Agreement be accepted and approved by the Commission. The Parties agree to use reasonable efforts to defend and support any Commission

order issued approving this Settlement Agreement and the terms and conditions contained herein.

17) The Parties represent that the terms of this Settlement Agreement are based upon full and accurate information known as of the date this Settlement Agreement is executed. If, after execution, either Party is made aware of information that conflicts, nullifies, or is otherwise materially different than that information upon which this Settlement Agreement is based, either

Party may withdraw from the Settlement Agreement with written notice to the other Party;

18) The Parties agree that signing this Settlement Agreement will not constrain, inhibit, impair or prejudice their arguments or positions held in other collateral proceedings, nor will it constitute a precedent or evidence of acceptable practice in future proceedings. If the Commission declines to approve the Settlement Agreement in its entirety, then any Party desiring to do so may withdraw from the Settlement Agreement in its entirety without penalty or obligation.

19) This Settlement Agreement shall be interpreted according to South Carolina law.

20) The above terms and conditions fully represent the agreement of the Parties hereto. Therefore, each Party acknowledges its consent and agreement to this Settlement Agreement by affixing its signature or by authorizing counsel to affix his or her signature to this document where indicated below. Counsel's signature represents his or her representation that his or her client has authorized the execution of the agreement. Facsimile signatures and email signatures shall be as effective as original signatures to bind any party. This document may be signed in counterparts, with the original signature pages combined with the body of the

September 7, 2011

Page 9 of 12

document constituting an original and provable copy of this Settlement Agreement. The Parties agree that in the event any Party should fail to indicate its consent to this Settlement Agreement and the terms contained herein, then this Settlement Agreement shall be null and void and will

not be binding on any Party.

[SIGNATURES ON FOLLOWING PAGES]

Order Exhibit 1 Docket No. 2011-176-C Order No. 2011-618 September 7, 2011

Page 10 of 12

WE AGREE:

Representing the South Carolina Office of Regulatory Staff

C. Lessie Hammonds, Esquire

Office of Regulatory Staff 1401 Main Street, Suite 900

Columbia, SC 29201

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Order Exhibit 1 Docket No. 2011-176-C Order No. 2011-618 September 7, 2011

Page 11 of 12

WE AGREE:

Representing Twin City Capital, LLC

Bonnie D. Shealy, Esquire

Robinson, McFadden & Moore, PO

1901 Main Street, Suite 1200

Post Office Box 944 Columbia, SC 29202

Telephone: (803) 779-8900

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July 5, 2011

Date

Page 12 of 12

ATTACHMENT 1

Recommendations for Twin City Capital SC Telecommunications Tariff

Original Page No. 16—The Company should include the following language in the "Special Promotional Offerings" definition—"The Company will notify the PSC and ORS of all promotions."

Original Page No. 38 5.2.2—The MRC in this section is the same as the MRC in Section 4.2.2. The Company may want to increase the maximum rate or decrease the current rate to allow for flexibility and change in pricing.

<u>Original Page No. 40 5.4.1</u>—Per Alternative Regulation sought by the Company, a maximum rate is not required for Travel Card Services.

Original Page No. 41 5.5.1—The Company may consider rephrasing the Return Check Charge as follows to allow for flexibility—"The amount of the return check charge will no greater than allowed per SC Code Anns. 34-11-70."

Original Page No. 41 5.5.2—Per Alternative Regulation sought by the Company, a maximum rate is not required for Directory Assistance.

<u>Original Page No. 41 5.8.1</u>— Per Alternative Regulation sought by the Company, a maximum rate is not required for Directory Assistance/Operator Services/Travel Cards.

Additional Recommendations

- 1) If the Company charges any installation, connection, or maintenance charges, termination charges, etc. (in addition to the services listed in the tariff). These additional charges and the descriptions of the charges should be listed in the tariff with their current and maximum rates.
- 2) The Company should also provide tariffs and tariff revisions to the South Carolina Public Service Commission as well as the South Carolina Office of Regulatory Staff (26 S.C. Code Reg. 103-629).
- 3) If the Company's Services involve Prepaid Calling Cards, the Company will be required to post a \$5,000 Surety Bond with the Public Service Commission.
- 4) The Company is applying for Modified Alternate Regulation by the PSC for its Interexchange Services. As a general rule, the Company should include maximum rates and current rates for any service that may impact residential Customers. Any service that impacts Business Long Distance, Consumer Cards, and Operator Services (Including Directory Assistance) are exempt from maximum rates. Only current rates would need to be filed for these services.